LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6859 NOTE PREPARED: Dec 29, 2004

BILL NUMBER: SB 395 BILL AMENDED:

SUBJECT: Transportation Carriers of Household Goods.

FIRST AUTHOR: Sen. Broden BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: State

X DEDICATED FEDERAL

<u>Summary of Legislation</u>: This bill provides that the Department of State Revenue (DOR) may not issue: (1) a certificate to transport household goods by motor vehicle on a public highway for compensation; (2) a permit allowing a contract carrier authority to operate motor vehicles on a public highway transporting household goods in interstate commerce; or (3) an acknowledgment to operate a motor vehicle in the intrastate transportation of household goods for compensation; to an individual who is not an Indiana resident or a corporation that is not a domestic corporation. It provides for the invalidation of a certificate or a permit already in existence.

Effective Date: Upon passage; July 1, 2005.

Explanation of State Expenditures:

<u>Explanation of State Revenues:</u> The Department of State Revenue estimates that there will be an annual revenue loss of \$4,361. The fund affected is the Motor Carrier Regulation Fund. Approximately 10% of the carriers are out-of-state carriers.

Background Information: Currently, the DOR has 133 household goods carriers registered. Of these, about six were new registrations this year. There are 119 Indiana carriers, with 14 out-of-state carriers (six are from Illinois, four from Kentucky, and two each from Michigan and Ohio). Each carrier also files an annual renewal and pays a Single State Registration Fee of \$10 per vehicle. The initial application fees are \$50 each (they may have up to 3 applications depending on how soon they wish to operate) with a \$20 publication fee.

Explanation of Local Expenditures:

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Explanation of Local Revenues:

State Agencies Affected: Department of Revenue.

Local Agencies Affected:

<u>Information Sources:</u> Linda Risley, Deputy Administrator Motor Carrier Services Division, Department of Revenue, 317-615-7205; Sandy Bowling, Motor Carrier Services, Division, Department of Revenue, 317-615-7285.

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